



State of Utah

DEPARTMENT OF NATURAL RESOURCES
DIVISION OF STATE LANDS AND FORESTRY

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Governor

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3 Triad Center, Suite 400
Salt Lake City, Utah 84180-1204
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March 15, 1989

Glenn M. Eurick
Barrick Mercur Gold Mine
P.O. Box 838
Tooele, UT 84074

Dear Glenn:

RE: Barrick Mercur's Notification of Activity, February 27, 1989

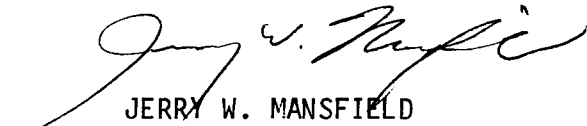
Upon review of the planned expansion onto State lands, I find I am unable to approve the plan under the Metalliferous Minerals Lease ML 42967 held by Barrick Mercur.

The lease allows use of the surface estate, but only as is necessary and expedient for the economic operation of the leasehold and in furtherance of production, treatment, and disposition of the leased substances under this lease (Article IV Rights to Surface Estate).

The proper procedures to follow to get approval for this expansion is to file a Surface Use Lease Application (SULA). An application submitted by March 20, 1989 could possibly be approved sometime in May. Your contact for filing this application would be Max Wall. I apologize for any inconvenience this situation may have imposed.

If I can be of any assistance in facilitating your application, please contact me.

Sincerely,


JERRY W. MANSFIELD
MINERAL RESOURCES SPECIALIST

JWM/eb
Enclosure

cc: Max Wall
Northern Region Office
Division of State Lands & Forestry